

AN ACT

1
2 relating to the appraisal for ad valorem tax purposes of
3 residential real property located in a designated historic
4 district.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

6 SECTION 1. Section 23.013, Tax Code, is amended by adding
7 Subsection (e) to read as follows:

8 (e) In this subsection, "designated historic district"
9 means an area that is zoned or otherwise designated as a historic
10 district under municipal, state, or federal law. In determining
11 the market value of residential real property located in a
12 designated historic district, the chief appraiser shall consider
13 the effect on the property's value of any restriction placed by the
14 historic district on the property owner's ability to alter,
15 improve, or repair the property.

16 SECTION 2. This Act applies to the appraisal for ad valorem
17 tax purposes of residential real property only for a tax year
18 beginning on or after the effective date of this Act.

19 SECTION 3. This Act takes effect January 1, 2022.

President of the Senate

Speaker of the House

I certify that H.B. No. 3971 was passed by the House on April 30, 2021, by the following vote: Yeas 140, Nays 1, 2 present, not voting.

Chief Clerk of the House

I certify that H.B. No. 3971 was passed by the Senate on May 24, 2021, by the following vote: Yeas 30, Nays 0.

Secretary of the Senate

APPROVED: _____

Date

Governor